



ARIZONA DEPARTMENT OF REVENUE

MEMORANDUM

DATE: March 27, 2007

FROM: THE OFFICE OF ECONOMIC RESEARCH & ANALYSIS

November 2006 TAX FACTS

SUMMARY OF GENERAL FUND REVENUES

	<u>November 2006</u>	Fiscal Year <u>Total</u>
Individual Income Tax		
Net Collections	\$ 203,591,066	\$ 1,196,943,229
Percent Change	(3.5%)	4.9%
Corporate Income Tax		
Net Collections	\$ 5,165,061	\$ 321,316,573
Percent Change	(11.8%)	18.0%
Transaction Privilege, Severance & Use Taxes		
Net Collections	\$ 365,372,337	\$ 1,866,079,170
Change	9.4%	9.5%
Total Big Three Tax Types		
Net Collections	\$ 574,128,464	\$3,384,338,970
Percent Change	4.2%	8.6%

TAX FACTS

November 2006

INDIVIDUAL INCOME TAX

Individual Income Tax Receipts

	November-06	November-05	% Change
Gross Collections	\$ 31,853,112	\$ 16,055,089	98.4
Withholding	\$ 260,318,964	\$ 251,199,672	3.6
Refunds	\$ (42,645,122)	\$ (20,856,845)	104.5
Urban Revenue Sharing	\$ (45,935,888)	\$ (35,435,744)	29.6
Net Collections	\$ 203,591,066	\$ 210,962,172	(3.5)

	Fiscal Year Total (06/07)	Fiscal Year Total (05/06)	% Change
Gross Collections	\$ 296,286,865	\$ 219,458,222	35.0
Withholding	\$ 1,254,216,159	\$ 1,176,225,224	6.6
Refunds*	\$ (123,880,353)	\$ (77,432,828)	60.0
Urban Revenue Sharing	\$ (229,679,442)	\$ (177,178,720)	29.6
Net Collections	\$ 1,196,943,229	\$ 1,141,071,898	4.9

*Refunds issued as a result of the Ladewig and FERC cases are not included in the total refunds listed in the "Individual Income Tax Receipts" section above nor the "Average Individual Income Tax Refund" section later mentioned in this publication. Ladewig refunds were finalized as of July 2006.

Included in the refund amounts above are refunds relating to the alternative fuel vehicle (AFV) income tax credit. In November 2006, the department did not issue any individual or corporate income tax refunds for alternative fuel-related credits.

Federal Employee Retirement Contribution Project (FERC)

Kerr vs. ADOR or FERC, a Supreme Court tax settlement case has resulted in the distribution of 2,216 refunds to individual income taxpayers during November 2006. These refunds totaled \$1,971,726* for an average of \$890. Attorney payments are not included in the refund amount and total \$482,931 for the fiscal year. Refunds issued as a result of the FERC case are not included in the total refunds listed in the "Individual Income Tax Receipts" section above nor the "Average Individual Income Tax Refund" section later mentioned in this publication.

*The amount shown as refunded may differ from AFIS totals due to timing issues.

Individual Income Tax Document Count

In calendar year 2005, the following individual income tax returns were filed:

	140X	140	140NR	140PY	140NPR	141 & 141AZ	140A	140PTC	140EZ	140ET	OTHER	TOTAL
#	46,957	1,675,324	99,248	115,957	12	45,036	279,787	12,873	188,966	3,161	8	2,467,329
%	1.9%	67.9%	4.0%	4.7%	0.0%	1.8%	11.3%	0.5%	7.7%	0.1%	0.0%	

In calendar year 2006 the number of returns filed, and processed, are as follows:

	140X	140	140NR	140PY	140NPR	141 & 141AZ	140A	140PTC	140EZ	140ET	OTHER	TOTAL
#	48,312	1,660,668	119,086	130,070	0	46,312	395,255	12,138	176,788	3,475	14	2,592,118
%	1.9%	64.1%	4.6%	5.0%	0.0%	1.8%	15.2%	0.5%	6.8%	0.1%	0.0%	

The 2,592,118 returns representing current and prior tax years, filed through November 2006 compares to 2,442,826 returns filed during the same period of time in 2005 for an annual increase of 6.1%. For the tax year 2005 filed in 2006, 2,467,098 returns have been filed, a 6.0% increase over filings through November 2005 for tax year 2004.

Year-Over-Year Comparison of Resident Taxpayers

Comparisons of Federal Adjusted Gross Income (FAGI) and tax liability growth between two tax years can be made by using data from taxpayers who have filed for both calendar years and have maintained the same filing status for both years. The Department of Revenue has received 1,680,562 returns in calendar year 2006 for tax year 2005 from filers who also have returns on record from calendar year 2005 with the same marital status. On average, these filers experienced a 12.6% increase in FAGI and a 20.0% increase in tax liability. More specifically, 34.2% of these filers experienced a decrease in tax liability; on average an decrease of 21.7% in FAGI with a corresponding average decrease in tax liability of 40.9%. Filers with an increase in tax liability totaled 907,213 or 54.0%, with an average FAGI increase of 40.9% and an average tax liability increase of 78.3%.

Average Individual Income Tax Refund

Net of Ladewig and FERC refunds.

	Average	Number
2006 CYTD	\$ 587.72	1,596,324
2005 CYTD	\$ 506.31	1,478,947
% Change	16.1	7.9

"New" Filers in Calendar Year 2006

Table 1 attached to this report, presents the number of "new" returns filed in calendar year 2006. "New" returns are for those filers who did not file in the previous calendar year. Therefore, these filers could be new full-year residents of Arizona, or they may be newly required to file an individual income tax return. (The filer may not have earned enough income in the previous year to file, such as a recent graduate just entering the work force.) The table indicates that 280,012 "new" returns have been filed thus far in 2006, representing approximately 340,413 persons, not including dependents. The average Federal Adjusted Gross Income is \$23,328 with an average tax liability of \$417. The right half of this table presents characteristics of the filers represented on the returns. Of all "new" returns, 16.9% had a married filing joint filing status, 7.2% claimed a 65 and Over Exemption and 33.9% claimed dependents.

Individual Income Tax Estimated Payments

Taxpayers are required to make estimated payments if their Arizona gross income will exceed \$75,000, in an amount which will represent unpaid tax liability at the end of the taxpayer's tax year. Total estimated payments paid with form 140ES tax year 2005 was \$585.2 million, for an average of \$2,711. An additional \$95.5 million in estimated payments came from 2004 tax returns that applied their refunds as a 2005 estimated payment, for an average of \$2,351. Estimated payments received through November 2006 for tax year 2006 are as follows:

11/06	140ES payment	\$	7,096,776	Cumulative \$	384,079,991
11/05	140ES payment	\$	7,557,295	Cumulative \$	288,871,342
	% change		(6.1)		33.0
11/06	Average payment	\$	3,110	Cumulative \$	2,249
11/05	Average payment	\$	4,674	Cumulative \$	1,879
	% change		(33.5)		19.7
11/06	Applied refund	\$	57,584,851	Cumulative \$	127,623,281
11/05	Applied refund	\$	24,826,725	Cumulative \$	75,191,375
	% change		131.9		69.7
Total 11/06		\$	64,681,628	Cumulative \$	511,703,272
Total 11/05		\$	32,384,020	Cumulative \$	364,062,717
	% change		99.7		40.6

Withholding

Withholding payments are received from employers and applied towards a specific quarter for the designated year. Information is gathered for 15 months for any given quarter. For example, from January 2004 through March 2005, \$592,987,493 was received for the first quarter of 2004. The latest complete quarter (15 months of information has been compiled) is the third quarter of 2005, which shows an increase of 28.2% in withholding payments over the third quarter of 2004. Growth in quarters for which information is still being gathered is as follows:

4 th Quarter 2005	18.1%	3 rd Quarter 2006	4.8%
1 st Quarter 2006	38.7%	4th Quarter 2006	5.9%
2 nd Quarter 2006	24.0%		

As of January 1, 2005, the current choices for withholding are 0%, 10%, 19%, 23%, 25%, 31% or 37% as the percent of federal taxes to be withheld for state taxes. The 0% option is only available to those individuals who had no liability in the prior tax year and expect no tax liability for the current year.

Property Tax Credits

Arizona allows a refundable property tax credit for those who are age 65 or older or who received Title 16, SSI payments and pay property tax on a home. To qualify for this credit, household income must be below \$3,751 for individuals that live alone, or \$5,501 for those that live with others. The maximum credit is \$502.

	Number	Amount	Average
Calendar Year 2006	13,971	\$ 4,975,909	\$ 356
Calendar Year 2005	14,775	\$ 5,232,730	\$ 354
% Change	(5.4)	(4.9)	0.6%

Clean Elections

As a result of the December 1998 voter approval of the Citizens Clean Elections, Arizona's income taxpayers can make a donation to the Citizens Clean Elections Commission through an income tax check-off or through a voluntary donation. The following is for tax year 2005 filed in 2006.

	November 2006	Calendar Year Total
Check Off	\$107,864	\$4,981,029
Voluntary Donation	\$ 1,021	\$ 65,737
Number of Returns	13,659	688,532

Contributions on the Individual Income Tax Return

Through November 2006, individual income tax return filers have made the following contributions:

	Number	Amount	Average
Wildlife	10,692	\$ 212,476	\$ 19.87
Child Abuse	11,327	\$ 235,023	\$ 20.75
Special Olympics	5,536	\$ 101,178	\$ 18.28
Neighbors Helping	3,281	\$ 52,396	\$ 15.97
AID to Education	823	\$ 43,525	\$ 52.89
Domestic Violence Shelter	8,432	\$ 176,549	\$ 20.94
Democratic Party	1147	\$ 28,539	\$ 24.88
Republican Party	683	\$ 17,287	\$ 25.31
Libertarian Party	87	\$ 2,202	\$ 25.32

CORPORATE INCOME TAX

Corporate Income Tax Receipts

	Nov 2006	Nov 2005	% Change
Gross Collections	\$18,008,043	\$17,504,745	2.9
Refunds	(\$12,842,981)	(\$11,649,226)	10.3
Net Collections	\$5,165,062	\$5,855,519	(11.8)

	Fiscal Year Total	Prior Fiscal Year Total	% Change
Gross Collections	\$349,207,008	\$299,712,808	16.5
Refunds	(\$27,890,435)	(\$27,445,884)	1.6
Net Collections	\$321,316,573	\$272,266,924	18.0

Corporate Estimated Payments

Corporations are required to file estimated tax payments throughout the year only if (1) their Arizona tax liability exceeds \$1,000 and (2) they are required to file federal estimated tax payments.

PLEASE NOTE THAT THE DEPARTMENT OF REVENUE CHANGED PROCESSING SYSTEMS FOR CORPORATE TAX IN AUGUST 20006. AS WITH THE CHANGEOVER OF ANY SYSTEM, THERE WILL BE VARIATIONS IN DATA. THE PERCENTAGE CHANGES SHOWN IN THE FIRST YEAR OF THE NEW SYSTEM SHOULD BE INTERPRETED CAUTIOUSLY.

Nov 2006	\$9,065,436	Calendar Year Total	\$662,158,950
Nov 2005	\$12,956,889	Calendar Year Total	\$540,837,573
% Change	(30.0%)	% Change	22.4%

All corporations with an income tax liability of \$20,000 or greater are required to make estimated tax payments through electronic funds transfer (eft). The table below shows the number of these eft estimated payments, by size of payment.

Size of Payment →	Less than \$50,000	\$50,000 up to \$100,000	\$100,000 up to \$500,000	\$500,000 up to \$1,000,000	\$1,000,000 up to \$10,000,000	\$10,000,000 and more	Total	% chg
Nov 2006	83	13	15	1	1	0	113	17.7
Nov 2005	66	15	10	5	0	0	96	
CY 2006	3,275	506	568	122	103	1	4,575	25.5
CY 2005	2,563	417	497	94	73	1	3,645	

The next table shows the dollars of eft estimated payments received from those counts above.

Size of Payment →	Less than \$50,000	\$50,000 up to \$100,000	\$100,000 up to \$500,000	\$500,000 up to \$1,000,000	\$1,000,000 and more	Total	% chg
Nov 2006	\$820,750	\$930,195	\$2,955,700	\$970,158	\$1,878,835	\$7,555,638	7.1%
Nov 2005	\$886,975	\$1,132,023	\$1,982,250	\$3,054,156	\$0	\$7,055,404	
CY 2006	\$37,098,254	\$35,367,002	\$126,645,880	\$87,622,258	\$249,427,749	\$536,161,143	21.1%
CY 2005	\$32,785,706	\$29,705,536	\$110,685,993	\$65,349,584	\$204,346,212	\$442,873,031	

Corporate Refunds

Corporate refunds paid in any state fiscal year are for a mixture of corporate fiscal years. The table below presents the percent of refunds paid in FY 05/06 by corporate fiscal year. For example, in FY 05/06, 20.8% of the refund dollars paid were for corporate fiscal years ending in 2001 or before. The percentages are for refunds paid through the fiscal year.

Corporate Refunds continued:

Corporate Fiscal Year-End:	01 & Prior	02	03	04	05	06
FY 05/06	20.8%	3.4%	4.2%	56.4%	13.4%	1.8%
Corporate Fiscal Year-End:	02 & Prior	03	04	05	06	07
FY 06/07	6.5%	3.3%	2.0%	84.2%	4.0%	0.0%

NO DATA IS AVAILABLE ON REFUNDS APPLIED AS ESTIMATED PAYMENTS.

Corporate Income Tax Document Count

The Arizona Department of Revenue received 112,597 corporate returns showing a fiscal year-end of 2004. The type of return received is indicated below:

	120 X (amended)	120 (regular)	120S (S corp)	99T (exempt org.)	120 A (short form)
#	274	35,862	64,351	379	11,731
%	0.2	31.8	57.2	0.3	10.4

Through November 2006, 120,395 documents were received for a fiscal year-end of 2005, distributed as follows:

	120 X (amended)	120 (regular)	120S (S corp)	99T (exempt org.)	120 A (short form)
#	175	36,572	70,726	421	12,501
%	0.1	30.4	58.7	0.3	10.4

The figures for the 2005 returns are most meaningful when compared to 2004 returns received during the same period of time in the previous year. Through November 2005, the Department of Revenue received 110,433 documents with a fiscal year-end of 2004. Compared to 2005 documents, the Department has seen a 9.0% increase in the number of corporate returns processed at this point of time in the calendar year.

Urban Revenue Sharing Returned to Cities/Towns

Incorporated cities and towns receive a share of net individual and corporate income tax collections, called Urban Revenue Sharing. The amount of money to be distributed during Fiscal Year 2006/07 is 15.0% of net proceeds from Fiscal Year 2004/05 income tax. Amounts returned for November 2006 are shown on Table 2, at the end of this report.

TRANSACTION PRIVILEGE, SEVERANCE AND USE TAXES

Transaction Privilege, Severance and Use Tax Receipts

The Arizona transaction privilege and severance tax consists of many classifications of tax. These classifications include but are not limited to retail, contracting, amusements, restaurants and bars, hotel/motel and mining severance tax. The collections for all such categories are divided, per statute, into two parts. One part is called distribution base; the other part is known as non-shared. The division of collections into these two parts varies from category to category. For example, retail sales tax is 40% distribution base and 60% non-shared. In contrast, contracting is 20% distribution base and 80% non-shared. Use tax is 100% non-shared.

At the close of each month, transaction privilege and severance tax collections are aggregated by category and total distribution base and non-shared portions are calculated. The amount shown as "Use Tax" in the table below includes use tax, use inventory tax and jet fuel use tax. Education tax is in accordance with Proposition 301 resulting in an additional 0.6% education tax being added to most business classifications.

The "Other Revenue" category includes county excise, road, jail and hospital taxes and various other excise taxes, such as the 911 excise tax.

	November 2006	November 2005	% change
Distribution Base	\$146,996,586	\$135,682,469	8.3
Non shared	287,188,952	261,863,938	9.7
Use Tax	27,484,263	25,350,591	8.4
Education Tax	54,006,263	49,053,251	10.1
Other Revenues	67,781,287	57,460,960	18.0
Total Collections	\$583,457,352	\$529,411,209	10.2

	Fiscal Year Total (06/07)	Fiscal Year Total (05/06)	% change
Distribution Base	\$743,857,474	\$684,102,742	8.7
Non shared	1,470,857,383	1,338,300,730	9.9
Use Tax	138,665,344	129,959,205	6.7
Education Tax	274,784,664	252,629,419	8.8
Other Revenues	335,217,522	287,731,592	16.5
Total Collections	\$2,963,382,387	\$2,692,723,687	10.1

Distribution of Transaction Privilege, Severance and Use Tax Receipts

Of the distribution base portion of transaction privilege and severance taxes, described above, 25% is returned to incorporated cities/towns, 40.51% is returned to counties and 34.49% goes to the state general fund with the exception of mining severance tax. All of the non-shared revenue and use tax is deposited into the general fund. Therefore, the "Retained by State" figure presented below includes all non-shared portion of transaction privilege tax, use tax and 34.49% of the distribution base collections. The education tax is distributed in accordance with Proposition 301. "Other" revenues are returned to the administering authority.

	November 2006	November 2005	% change
Retained by State	\$365,372,337	\$334,011,412	9.4
Returned to Counties	59,548,317	54,964,968	8.3
Returned to Cities	36,749,147	33,920,617	8.3
Education Tax	54,006,263	49,053,251	10.1
Other Revenues	67,781,287	57,460,960	18.0
Total Collections	\$583,457,352	\$529,411,209	10.2

	Fiscal Year Total (06/07)	Fiscal Year Total (05/06)	% change
Retained by State	\$1,866,079,170	\$1,704,206,970	9.5
Returned to Counties	301,336,663	277,130,021	8.7
Returned to Cities	185,964,369	171,025,685	8.7
Education Tax	274,784,664	252,629,419	8.8
Other Revenues	335,217,522	287,731,592	16.5
Total Collections	\$2,963,382,387	\$2,692,723,687	10.1

Transaction Privilege and Severance Tax Collections By Class

		November		Fiscal Year	
	Tax Rate	2006	% Chg	Total	% Chg
Transporting	5.6	\$302,763	32.9	\$1,670,811	28.8
Non-Metal Mining Oil/Gas	3.125%	711,111	(27.0)	3,541,717	(28.1)
Utilities	5.6%	35,918,228	5.5	207,925,745	11.7
Communications	5.6%	14,669,088	8.1	72,306,093	11.1
Private Car/Pipelines	5.6%	64,086	9.4	387,325	(54.9)
Publishing	5.6%	435,349	(9.2)	2,890,500	(6.6)
Job Printing	5.6%	1,995,341	22.3	8,381,569	4.7
Restaurants & Bars	5.6%	43,701,391	20.7	187,982,595	10.1
Amusements	5.6%	3,311,804	(6.8)	18,605,371	12.3
Commercial Lease	0%	(41)	(87.2)	10	N/A
Rental of Personal					
Property	5.6%	16,190,811	4.9	77,957,328	9.0
Contracting	3.75% - 5.6%	92,939,821	22.4	478,251,633	19.8
Retail	5.6%	208,559,804	2.5	1,087,231,547	4.5
Mining Severance	2.5%	3,964,999	88.1	21,205,703	104.5
Timber Severance	\$2.13/\$1.51 per 1000 board ft	1,318	27.9	13,076	81.8
Hotel/Motel	5.5%	10,937,437	8.9	43,480,508	6.4
Membership Camping	5.6%	(20,169)	N/A	1,434	(95.7)
Use Tax	5.6%	27,484,263	8.4	138,992,531	7.0
Rental Occupancy Tax	3.0%	5,387	(67.2)	14,024	(76.6)
Jet Fuel		386,401	12.2	2,317,259	(3.3)
Jet Fuel Use Tax	\$.0305/\$.0105 gal	47,703	348.7	242,687	97.4
Telecomm	----	558,047	83.5	2,720,201	91.1
911 Wireline	\$0.28/month per active service	954,670	(16.6)	5,173,657	(10.1)
911 Wireless	\$0.28/month per active service	688,760	(47.7)	4,591,280	(5.8)
Total		\$463,808,371	8.8	\$2,365,884,604	9.3

The Use/Use Inventory category shown on the previous page includes jet fuel use tax. These collections include only the individual classes of transaction privilege tax, severance tax and use tax. The total does not include license fees or any other fees collected by the department.

Transaction Privilege and Severance Tax Taxable Sales By Class¹

	November 2006	% Chg	Fiscal Year Total	% Chg
Transporting	\$6,707,315	45.8	\$34,116,389	31.1
Non-Metal Mining Oil/Gas	22,767,021	(27.5)	113,455,981	(28.2)
Utilities	718,693,181	4.5	4,161,762,140	11.5
Communications	293,567,667	7.3	1,447,832,520	10.9
Private Car/Pipelines	1,282,802	7.3	7,755,588	(55.0)
Publishing	8,713,624	(10.0)	57,873,441	(6.8)
Job Printing	39,929,425	21.4	167,844,007	4.5
Restaurants & Bars	874,554,388	19.9	3,764,780,588	9.9
Amusements	66,303,923	(7.3)	372,795,988	12.2
Commercial Lease	(797)	(92.6)	1,571	N/A
Rental of Personal				
Property	324,034,363	4.2	1,561,283,943	8.8
Contracting	1,859,940,232	20.9	9,576,448,368	18.9
Retail	4,174,159,656	1.7	21,773,247,992	4.3
Mining Severance	158,691,535	86.7	848,872,190	104.1

¹These Taxable Sales figures are calculated on a per return basis, by taking collections and dividing them by the appropriate tax rate. These figures may not match other Taxable Sales figures calculated on the aggregate.

Transaction Privilege and Severance Tax Taxable Sales By Class continued

	November 2006	% Chg	Fiscal Year Total	% Chg
Timber Severance	622	27.8	6,487	90.0
Hotel/Motel	199,022,061	8.3	792,221,232	6.3
Membership Camping	(403,276)	N/A	29,922	(95.5)
Use Tax	550,207,670	7.2	2,785,059,615	6.6
Rental Occupancy Tax	179,598	(67.3)	484,151	(75.8)
Total	\$9,298,351,007	8.4	\$47,465,872,112	9.4

Telecommunications Devices, 911 Excise and 911 Wireless Service classifications previously listed in the collections table are not elements of calculated taxable income and therefore, are not included in the above table. Since the jet fuel use tax is a gallonage tax, this too can not be computed as taxable income. Timber Severance includes only sales subject to a repealed rate. The current tax is per board feet upon which taxable income cannot be computed.

Transaction Privilege and Severance Tax Returned to Counties

Taxpayers reported the following taxable transactions and tax collections by county. The share of the revenues returned to each county for November 2006 is shown in the County Share column.

	County Share	% of Total	FYTD County Share	% Change
Apache	\$ 403,887	0.7	\$ 2,063,950	(2.3)
Coconino	\$ 1,490,143	2.5	\$ 7,725,012	7.3
Cochise	\$ 995,691	1.7	\$ 5,083,783	4.7
Gila	\$ 436,641	0.7	\$ 2,239,735	2.9
Graham	\$ 268,046	0.4	\$ 1,343,976	6.4
Greenlee	\$ 471,133	0.8	\$ 2,452,926	88.2
La Paz	\$ 161,427	0.3	\$ 783,614	(3.2)
Maricopa	\$ 38,086,739	63.3	\$ 192,819,456	8.6
Mohave	\$ 1,787,513	3.0	\$ 8,886,715	9.5
Navajo	\$ 872,298	1.4	\$ 4,563,708	3.0
Pima	\$ 8,514,861	14.2	\$ 42,628,152	5.7
Pinal	\$ 1,950,714	3.2	\$ 10,325,440	27.8
Santa Cruz	\$ 389,688	0.6	\$ 1,933,560	9.0
Yavapai	\$ 2,188,023	3.6	\$ 10,981,875	9.1
Yuma	\$ 1,531,515	2.5	\$ 7,504,761	7.2
Total	\$ 59,548,317		\$ 301,336,663	8.7

Transaction Privilege and Severance Tax Returned to Cities/Towns

The portion of transaction privilege and severance tax returned to each incorporated city or town for November 2006 is shown on Table 3, attached to this report.

County Tax Collections

The following county-imposed tax collections were received by the Department of Revenue during November 2006 and returned to the counties. The rental car surcharge in Maricopa County is \$2.50 per car and in Pima County is \$3.50 per car. The RV Surcharge in Pima County is \$0.50/day on each lease or rental of a parking space for recreational vehicles.

	Road Tax	Excise Tax	Jail Tax	Rental Car Surcharge	Stadium Tax	RV Surcharge	Hospital Tax/Health Svcs Dist	Capitol Projects	Tourism Authority
Apache		\$ 105,313							
Cochise		\$ 588,368							
Coconino		\$ 1,050,508	\$ 629,998					\$ 262,348	
Gila	\$ 307,955	\$ 302,185							
Graham		\$ 148,010							
Greenlee		\$ 111,200							
La Paz		\$ 101,701	\$ 101,701				\$ 104		
Maricopa	\$ 31,786,833		\$ 11,788,606	\$ 540,429	\$ 147				\$ 1,932,948
Mohave		\$ 625,556							
Navajo		\$ 547,354							
Pima	\$ 5,762,448			\$ 142,071		\$ 19,305			
Pinal	\$ 1,384,011	\$ 1,354,633						\$ 3	
S Cruz		\$ 278,226	\$ 270,683						
Yavapai		\$ 1,390,216	\$ 694,704						
Yuma		\$ 983,336	\$ 983,341				\$ 195,514	\$ 982,637	

OTHER TAXES

Luxury Taxes

The following revenues were received from luxury taxes in November 2006. The table compares the receipts to November 2005 and also compares fiscal year (FY) totals. Figures may not add to total due to rounding.

	November 2006	November 2005	%
Spirituos	\$ 2,754,254	\$ 2,397,096	14.9
Vinous	\$ 985,769	\$ 1,213,937	(18.8)
Malt	\$ 1,741,229	\$ 2,239,139	(22.2)
Cigarette	\$ 36,683,581	\$ 23,085,543	58.9
Other Tobacco	\$ 746,472	\$ 747,019	(0.1)
Tobacco Licenses	\$ 375	\$ 425	(11.8)
Total	\$ 42,911,680	\$ 29,683,159	44.6 %

	Fiscal Year (06/07)	Fiscal Year (05/06)	%
Spirituos	\$ 10,591,707	\$ 9,839,442	7.6
Vinous	\$ 4,436,643	\$ 4,433,677	0.1
Malt	\$ 10,593,247	\$ 9,911,873	6.9
Cigarette*	\$ 149,229,810	\$ 117,848,520	26.6
Other Tobacco	\$ 3,938,737	\$ 3,841,736	2.5
Tobacco Licenses	\$ 3,475	\$ 2,400	44.8
Total	\$ 178,793,618	\$ 145,877,648	22.6 %

*Through November 2006, \$495,835 of cigarette and tobacco tax collections has been allocated for administrative expenses and is not included in the cigarette collections above.

General Fund revenues from luxury taxes:

	November 2006	FY06/07
Spirituos	\$ 1,927,978	\$ 7,414,195
Vinous	\$ 245,422	\$ 1,105,836
Malt	\$ 435,307	\$ 2,648,311
Cigarettes	\$ 4,970,969	\$ 19,710,369
Other Tobacco	\$ 115,688	\$ 418,521
Tobacco Licenses	\$ 375	\$ 3,475
	\$ 7,695,739	\$ 31,300,707

Other dedicated revenues from luxury taxes:

	November 2006	FY06/07
Corrections Fund	\$ 2,649,368	\$ 12,508,952
Tobacco Tax & Health Care Fund ²	\$ 12,690,297	\$ 52,116,847
Tobacco Products Tax Fund ³	\$ 18,916,040	\$ 78,040,495
Wine Promotional Fund	\$ 4,081	\$ 13,299
Drug Treatment & Education Fund	\$ 682,923	\$ 3,444,406
Corrections Rev. Fund	\$ 273,232	\$ 1,368,913

Estate Tax

November -06	\$ (1,075,680)	Fiscal Year to Date	\$ (997,129)
November-05	\$ 302,444	Fiscal Year to Date	\$ 9,331,256
% change	N/A	% Change	N/A

Bingo

November -06	\$ 49,098	Fiscal Year to Date	\$ 255,563
November-05	\$ 41,845	Fiscal Year to Date	\$ 250,508
% change	17.3	% Change	2.0

Unclaimed Property

November -06	\$ 24,551,208	Fiscal Year to Date	\$ 56,852,926
November-05	\$ 25,072,115	Fiscal Year to Date	\$ 38,910,790
% change	(2.1)	% Change	46.1

Please note that some totals throughout Tax Facts may not add due to rounding.

SOURCE: THE OFFICE OF ECONOMIC RESEARCH & ANALYSIS, ARIZONA DEPARTMENT OF REVENUE

² Formerly the Health Care Fund

³ This Fund was created by Prop. 303, which increased cigarette & other tobacco products tax rates in November 2002.

TABLE 1
"New" Returns Filed in 2006 for Tax Year 2005
Through November 2006

Federal Adjusted Gross Income Bracket	Number of Returns	% of Total	Average FAGI	Average Tax Due	CHARACTERISTICS OF TAXPAYERS					
					% Married Joint	% Single	% Unmarried Head	% Married Separate	% Over 65	% With Dependents
Negative FAGI	2,901	1.0%	-\$24,099	\$4	19.5%	72.0%	5.9%	2.6%	14.2%	14.3%
\$0-\$5,000	54,971	19.6%	\$2,725	\$1	4.0%	85.4%	9.7%	0.9%	3.9%	15.4%
\$5,000-\$10,000	56,212	20.1%	\$7,369	\$24	6.1%	76.2%	16.7%	1.1%	4.9%	24.7%
\$10,000-\$15,000	39,557	14.1%	\$12,387	\$95	12.0%	60.6%	25.9%	1.5%	7.6%	36.6%
\$15,000-\$20,000	29,955	10.7%	\$17,364	\$166	19.2%	49.6%	29.3%	1.9%	8.1%	43.3%
\$20,000-\$25,000	21,188	7.6%	\$22,342	\$267	24.9%	44.0%	28.4%	2.7%	7.0%	47.5%
\$25,000-\$30,000	15,173	5.4%	\$27,395	\$389	28.5%	42.7%	25.9%	2.8%	7.2%	46.4%
\$30,000-\$40,000	19,730	7.0%	\$34,527	\$550	34.8%	39.4%	22.2%	3.5%	7.6%	46.5%
\$40,000-\$50,000	11,793	4.2%	\$44,635	\$780	44.1%	34.8%	17.6%	3.5%	9.2%	45.7%
\$50,000-\$75,000	15,271	5.5%	\$60,592	\$1,133	59.5%	26.3%	11.5%	2.7%	12.8%	46.5%
\$75,000-\$100,000	6,431	2.3%	\$85,637	\$1,789	70.3%	20.2%	7.6%	1.8%	14.8%	45.6%
\$100,000-\$200,000	5,264	1.9%	\$131,042	\$3,251	70.6%	20.4%	6.9%	2.1%	17.6%	44.1%
\$200,000-\$500,000	1,235	0.4%	\$288,768	\$9,413	64.3%	25.8%	7.2%	2.8%	24.0%	37.6%
\$500,000-\$1,000,000	210	0.1%	\$691,372	\$30,442	67.1%	23.9%	5.2%	3.8%	26.3%	33.8%
\$1,000,000 and over	121	0.0%	\$2,178,044	\$92,118	54.8%	27.4%	7.3%	10.5%	26.6%	35.5%
Total	280,012		\$23,328	\$417	16.9%	48.9%	15.7%	1.5%	7.2%	33.9%

*An asterisked line indicates that the information cannot be released due to confidentiality laws.

NEW RETURNS FILED IN 2005 FOR TAX YEAR 2004										
Total	258,482		\$22,021	\$390	17.0%	48.3%	16.1%	1.7%	7.5%	34.2%

"NEW" Returns means that there was no return filed by the taxpayer in the previous filing year. This may or may not mean the filer is new to the state.

TABLE 2
Urban Revenue Sharing Returned to Cities/Towns
November 2006

City	Distribution	Population	City	Distribution	Population
<u>Apache County</u>			Surprise	\$835,128	88,265
Eagar	\$41,962	4,435	Tempe	\$1,568,695	165,796
Springerville	\$19,538	2,065	Tolleson	\$61,481	6,498
St. Johns	\$36,569	3,865	Wickenburg	\$57,498	6,077
<u>Cochise County</u>			Youngtown	\$58,312	6,163
Benson	\$44,848	4,740	<u>Mohave County</u>		
Bisbee	\$62,163	6,570	Bullhead City	\$361,528	38,210
Douglas	\$162,692	17,195	Colorado City	\$38,603	4,080
Huachuca City	\$17,315	1,830	Kingman	\$244,677	25,860
Sierra Vista	\$413,377	43,690	Lake Havasu City	\$505,580	53,435
Tombstone	\$15,233	1,610	<u>Navajo County</u>		
Willcox	\$36,758	3,885	Holbrook	\$51,329	5,425
<u>Coconino County</u>			Pinetop-Lakeside	\$39,408	4,165
Flagstaff	\$578,908	61,185	Show Low	\$93,244	9,885
Fredonia	\$10,502	1,110	Snowflake	\$46,693	4,935
Page	\$67,272	7,110	Taylor	\$38,793	4,100
Williams	\$29,757	3,145	Winslow	\$93,055	9,835
<u>Gila County</u>			<u>Pima County</u>		
Globe	\$70,915	7,495	Marana	\$252,861	26,725
Hayden	\$8,440	892	Oro Valley	\$372,787	39,400
Miami	\$18,497	1,955	Sahuarita	\$132,368	13,990
Payson	\$145,992	15,430	South Tucson	\$53,269	5,630
Star Valley	\$18,980	2,006	Tucson	\$5,012,471	529,770
Winkelman	\$4,191	443	<u>Pinal County</u>		
<u>Graham County</u>			Apache Junction	\$322,357	34,070
Pima	\$19,727	2,085	Casa Grande	\$307,218	32,470
Safford	\$88,561	9,360	Coolidge	\$77,396	8,180
Thatcher	\$43,050	4,550	Eloy	\$105,260	11,125
<u>Greenlee County</u>			Florence	\$194,247	20,530
Clifton	\$24,562	2,596	Kearny	\$21,279	2,249
Duncan	\$7,683	812	Mammoth	\$16,671	1,762
<u>La Paz County</u>			Maricopa	\$100,512	15,934
Parker	\$31,034	3,280	Superior	\$30,788	3,254
Quartzsite	\$34,062	3,600	<u>Santa Cruz County</u>		
<u>Maricopa County</u>			Nogales	\$206,547	21,830
Avondale	\$656,219	69,356	Patagonia	\$8,705	920
Buckeye	\$240,381	25,406	<u>Yavapai County</u>		
Carefree	\$34,857	3,684	Camp Verde	\$101,523	10,730
Cave Creek	\$45,094	4,766	Chino Valley	\$116,614	12,325
Chandler	\$2,184,163	230,845	Clarkdale	\$34,819	3,680
El Mirage	\$303,348	32,061	Cottonwood	\$102,753	10,860
Fountain Hills	\$231,733	24,492	Dewey-Humboldt	\$38,130	4,030
Gila Bend	\$18,734	1,980	Jerome	\$3,122	330
Gilbert	\$1,644,416	173,799	Prescott	\$385,749	40,770
Glendale	\$2,293,198	242,369	Prescott Valley	\$317,673	33,575
Goodyear	\$437,249	46,213	Sedona	\$103,463	10,935
Guadalupe	\$52,559	5,555	<u>Yuma County</u>		
Litchfield Park	\$42,842	4,528	San Luis	\$216,954	22,930
Mesa	\$4,239,704	448,096	Somerton	\$92,251	9,750
Paradise Valley	\$131,166	13,863	Wellton	\$18,639	1,970
Peoria	\$1,307,053	138,143	Yuma	\$839,953	88,775
Phoenix	\$13,963,748	1,475,834			
Queen Creek	\$155,303	16,414			
Scottsdale	\$2,221,129	234,752	TOTAL	\$45,935,888	4,860,323

TABLE 3
Transaction Privilege and Severance Tax Returned to Cities/Towns
November 2006

City	Distribution	Population	City	Distribution	Population
<u>Apache County</u>			Surprise	\$667,376	88,265
Eagar	\$33,533	4,435	Tempe	\$1,253,592	165,796
Springerville	\$15,614	2,065	Tolleson	\$49,132	6,498
St. Johns	\$29,223	3,865	Wickenburg	\$45,948	6,077
<u>Cochise County</u>			Youngtown	\$46,599	6,163
Benson	\$35,839	4,740	<u>Mohave County</u>		
Bisbee	\$49,676	6,570	Bullhead City	\$288,908	38,210
Douglas	\$130,012	17,195	Colorado City	\$30,849	4,080
Huachuca City	\$13,837	1,830	Kingman	\$195,529	25,860
Sierra Vista	\$330,342	43,690	Lake Havasu City	\$404,025	53,435
Tombstone	\$12,173	1,610	<u>Navajo County</u>		
Willcox	\$29,375	3,885	Holbrook	\$41,019	5,425
<u>Coconino County</u>			Pinetop/Lakeside	\$31,492	4,165
Flagstaff	\$462,623	61,185	Show Low	\$74,741	9,885
Fredonia	\$8,393	1,110	Snowflake	\$37,314	4,935
Page	\$53,759	7,110	Taylor	\$31,000	4,100
Williams	\$23,779	3,145	Winslow	\$74,363	9,835
<u>Gila County</u>			<u>Pima County</u>		
Globe	\$56,670	7,495	Marana	\$202,069	26,725
Hayden	\$6,744	892	Oro Valley	\$297,905	39,400
Miami	\$14,782	1,955	Sahuarita	\$105,779	13,990
Payson	\$116,667	15,430	South Tucson	\$42,569	5,630
Star Valley	\$15,167	2,006	Tucson	\$4,005,618	529,770
Winkelman	\$3,350	443	<u>Pinal County</u>		
<u>Graham County</u>			Apache Junction	\$257,605	34,070
Pima	\$15,765	2,085	Casa Grande	\$245,507	32,470
Safford	\$70,771	9,360	Coolidge	\$61,849	8,180
Thatcher	\$34,403	4,550	Eloy	\$84,117	11,125
<u>Greenlee County</u>			Florence	\$155,228	20,530
Clifton	\$19,628	2,596	Kearny	\$17,005	2,249
Duncan	\$6,140	812	Mammoth	\$13,323	1,762
<u>La Paz County</u>			Maricopa	\$120,478	15,934
Parker	\$24,800	3,280	Superior	\$24,604	3,254
Quartzsite	\$27,220	3,600	<u>Santa Cruz County</u>		
<u>Maricopa County</u>			Nogales	\$165,058	21,830
Avondale	\$524,404	69,356	Patagonia	\$6,956	920
Buckeye	\$192,096	25,406	<u>Yavapai County</u>		
Carefree	\$27,855	3,684	Camp Verde	\$81,130	10,730
Cave Creek	\$36,036	4,766	Chino Valley	\$93,190	12,325
Chandler	\$1,745,431	230,845	Clarkdale	\$27,825	3,680
El Mirage	\$242,415	32,061	Cottonwood	\$82,113	10,860
Fountain Hills	\$185,185	24,492	Dewey-Humboldt	\$30,471	4,030
Gila Bend	\$14,971	1,980	Jerome	\$2,495	330
Gilbert	\$1,314,103	173,799	Prescott	\$308,264	40,770
Glendale	\$1,832,564	242,369	Prescott Valley	\$253,862	33,575
Goodyear	\$349,419	46,213	Sedona	\$82,680	10,935
Guadalupe	\$42,002	5,555	<u>Yuma County</u>		
Litchfield Park	\$34,236	4,528	San Luis	\$173,375	22,930
Mesa	\$3,388,076	448,096	Somerton	\$73,720	9,750
Paradise Valley	\$104,819	13,863	Wellton	\$14,895	1,970
Peoria	\$1,044,506	138,143	Yuma	\$671,232	88,775
Phoenix	\$11,158,855	1,475,834			
Queen Creek	\$124,107	16,414			
Scottsdale	\$1,774,972	234,752	TOTAL	\$36,749,147	4,860,323